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**Tobin & Co.**

Green Lake Township

Grand Traverse County, Michigan

Audit Report

For the Year Ended June 30, 2007

### Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input checked="" type="checkbox"/> Twp <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Unit Name <b>Green Lake Township</b>	County <b>Grand Traverse</b>
Fiscal Year End <b>6/30/07</b>	Opinion Date <b>11/12/07</b>	Date Audit Report Submitted to State <b>12/19/07</b>	

We affirm that:

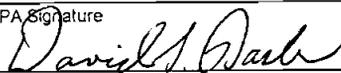
We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

- YES NO Check each applicable box below. (See instructions for further detail.)
- All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
  - There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
  - The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
  - The local unit has adopted a budget for all required funds.
  - A public hearing on the budget was held in accordance with State statute.
  - The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
  - The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
  - The local unit only holds deposits/investments that comply with statutory requirements.
  - The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
  - There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
  - The local unit is free of repeated comments from previous years.
  - The audit opinion is UNQUALIFIED.
  - The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
  - The board or council approves all invoices prior to payment as required by charter or statute.
  - To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)
Financial Statements	<input checked="" type="checkbox"/>	
The letter of Comments and Recommendations	<input checked="" type="checkbox"/>	
Other (Describe)	<input type="checkbox"/>	
Certified Public Accountant (Firm Name) <b>Tobin &amp; Co., P.C.</b>	Telephone Number <b>231 947-0151</b>	
Street Address <b>400 E. Eighth St.</b>	City <b>Traverse City</b>	State Zip <b>MI 49686</b>
Authorizing CPA Signature 	Printed Name <b>David L. Basler</b>	License Number <b>1101013418</b>

# Tobin & Co.

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INTRODUCTORY SECTION

# **Tobin & Co.**

## Comments and Recommendations

We have audited the basic financial statements and the individual fund financial statements of Green Lake Township, Grand Traverse County, for the year ended June 30, 2007 and have issued our report thereon. As part of our examination, we made a study and evaluation of the Township's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of our study and evaluation was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the Township's financial statements. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

Our study and evaluation made for the limited purpose described above would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal control of Green Lake Township taken as a whole. As a result of our examination, we respectfully submit the following comments and recommendations.

### General

Records were maintained in very good condition by your Clerk and Treasurer. Recorded revenues were deposited intact, journals and ledgers were properly posted, Board minutes were maintained in proper order, and supporting documents and follow-up procedures appeared to be in very good order. The efforts of these officials for 2006-2007 are commendable.

### Budgets and Procedures

The Township prepared and formally adopted budgets for its General and Special Revenue Funds. During the audit year, five activities of the various funds overexpended their budgeted expenditures without formal Board amendments as required by law. See Note 2, C in the Notes to the Financial Statements.

### Fire Fund

This fund, presented in Schedule 2, is used to account for a 1.3884 mil levy for fire protection and ambulance service. Revenue for the year consisted of property taxes, charges for services, and interest and rents. Revenues exceeded expenditures by \$28,157. The fund balance at June 30, 2007 was \$303,631.

### Village of Interlochen Special Assessment Fund

This fund, presented in Schedule 3, is used to account for a special assessment to construct and repay debt for Township road improvements. Revenues consisted of \$49,489 of special assessments and \$1,504 of earned interest. Expenditures and an operating transfer exceeded revenues by \$23,299 and the fund balance at June 30, 2007 was \$18,530.

### Capital Improvement Fund

This fund is used to set aside monies for Township capital improvements. As reflected in Schedule 4, revenues for the year consisted of earned interest of \$23,285. Expenditures consisted of a capital outlay for land of \$104,900. The fund balance at June 30, 2007 was \$398,728.

### Property Tax Collections

2006 property taxes collected were substantially all distributed to taxing units prior to the end of the fiscal year. This function was handled in an excellent manner by the Treasurer. Schedules 7 and 8 reflect the amount levied, collected, and returned delinquent for the 2006 property tax levy.

### Insurance and Surety Bond Coverage

Records reflect that the Township is insured through Municipal Underwriters of Michigan and has such coverage as fire and extended coverage, general and auto liability, equipment, errors and omissions, crime and workmen's compensation. Coverage was reviewed during the audit year. The Clerk, Treasurer, Deputy Clerk, Deputy Treasurer, and Supervisor have surety bond coverage, and there is a blanket bond covering all other employees.

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## Comments and Recommendations

### Payroll Procedures

Payroll withholding procedures were properly performed during the audit year and employees received Forms W-2 for the calendar year 2006.

### Other Data

We noted the use of daily interest bearing depository accounts by the Treasurer. This practice resulted in earned interest of over \$65,000 for the audit year. Efforts of the Treasurer and other officials in this important area are commendable.

After completion of our audit, we will submit the necessary copies of our report to the State Department of Treasury.

We again commend the Clerk and Treasurer for the condition of the Township records. We also appreciate the courtesy extended our field examiners in the conduct of this audit.

Your confidence is respected. Please contact us if questions arise or assistance is needed.

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## FINANCIAL SECTION

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## REPORT OF INDEPENDENT AUDITOR

To the Township Board  
Green Lake Township  
Grand Traverse County  
Interlochen, Michigan 49646

We have audited the accompanying financial statements of the governmental activities and each major fund of Green Lake Township as of and for the year ended June 30, 2007, which collectively comprise the Township's basis financial statements as listed in the Table of Contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly in all material respects, the respective financial position of the governmental activities and each major fund of Green Lake Township at June 30, 2007, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis are not a required part of the basic financial statements, but are supplementary information required by the GASB. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules listed in the Table of Contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements of Green Lake Township. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



TOBIN & CO., P.C.  
Certified Public Accountants  
November 12, 2007

# Tobin & Co.

## GREEN LAKE TOWNSHIP MANAGEMENT'S DISCUSSION AND ANALYSIS

As the Township Board of the Green Lake Township, Grand Traverse County, we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of Green Lake Township for the fiscal year ended June 30, 2007.

The Green Lake Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information, in addition to the basic financial statements themselves.

### Financial Highlights

The assets of Green Lake Township exceeded its liabilities at the close of the most recent fiscal year by \$2,144,898. Of this amount, \$1,659,488 may be used to meet the Township's ongoing obligations to citizens and creditors.

As of the close of the current fiscal year, Township's governmental funds reported combined ending fund balances of \$1,224,366, an increase of \$13,720 in comparison with the prior year.

At the end of the current fiscal year, unreserved fund balance for the general fund was \$222,522, or 34% of total general fund expenditures.

The Township's total long-term debt decreased by \$14,661 during the current fiscal year.

### Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private-sector business.

Both of the government-wide financial statements show functions of the Township that are principally supported by taxes and intergovernmental revenues (**governmental activities**). The governmental activities of the Township include: General Government, Public Safety, Road Projects, Parks and Recreation, and Township improvements. Green Lake Township does not have any business-type activities (examples would include water and sewer, golf courses, etc.).

### Statement of Governmental Net Assets:

Net assets may serve over time as a useful indicator of a government's financial position. In the case of Green Lake Township, assets exceeded liabilities by \$2,144,898 at the close of the most recent fiscal year.

A significant portion of the Township's net assets, \$485,410 or 23 percent of the total, reflects its investment in capital assets. Green Lake Township capital assets include the Township hall and fire and rescue barn located on 10<sup>th</sup> Street, library building and meeting hall located on Riley Road, an airport and park on M-137, as well as a cemetery and other land parcels. Capital assets also include an ambulance as well as other furniture and equipment. Intangible assets include recent road improvements of county maintained roads. The Township used these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The Township's investment in its capital assets has been made over the past several years. There is outstanding debt related to the Village Roads improvement project.

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## Statement of Township's Net Assets

### Governmental Activities and Total

	<u>June 30, 2007</u>
Current and Other Assets	\$ 1,311,161
Non-Current Receivables	369,341
Capital Assets	477,605
Intangible Assets	429,046
Total Assets	2,587,153
Long-term Liabilities	421,241
Other Liabilities	21,014
Total Liabilities	442,255
Net Assets:	
Investment in Capital Assets	485,410
Restricted for:	
Fire Protection	303,631
Village Roads	424,831
Capital Improvements	398,728
Non-Major Fund Activities	257,943
Unrestricted	274,355
Total Net Assets	\$ 2,144,898

A portion of the Township's net assets (65 percent) represents resources that are subject to external restrictions on how they may be used (Roads, Fire and Rescue, Parks and Recreation, Capital Improvement). The remaining balance of unrestricted net assets, \$274,355, may be used to meet the Township's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Township is able to report positive balances for the government as a whole, as well as for its separate governmental activities and funds.

### Statement of Governmental Activities:

Governmental activities increased the Township's net assets by \$52,499, accounting for a 2.51 percent growth in the net assets of the Township.

## Statement of Township's Activities

### Governmental Activities and Total

	<u>June 30, 2007</u>
Program Revenues:	
Charges for Services	\$ 94,921
Operating Grants and Contributions	11,969
General Revenues:	
Property Taxes	491,910
State Shared Revenues	343,419
Unrestricted Investment Earnings	65,754
Miscellaneous	89,308
Total Revenues	1,097,281
Program Expenses:	
Legislative	115,675
General Government	374,367
Public Safety	445,570
Public Works	32,673
Recreation and Culture	55,879
Interest on Debt	20,618
Total Expenses	1,044,782
Change in Net Assets	\$ 52,499

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## Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Green Lake Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Green Lake Township are categorized as governmental funds.

Green Lake Township maintains thirteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Fire Fund, Village of Interlochen Fund, and Capital Improvement Fund, which are considered to be major funds.

The Township adopts an annual appropriated budget for its general fund and special revenue funds.

### Governmental Funds

As of the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$1,224,366, an increase of \$13,720 in comparison with the prior year. This entire total amount constitutes unreserved fund balance, which is available for spending at the Township's discretion.

All Township government activities are included in thirteen funds that Green Lake Township maintains. The General Fund is used for normal governmental activities such as, paying employees, running election, zoning activities, office supplies, and others.

### Statement of Township's Governmental Funds Fund Balances 2007

	General	Fire	Village of Interlochen	Capital Improvement	Combined Non-Major	Total
Assets						
Cash in Bank	\$ 115,151	\$ 305,687	\$ 18,530	\$ 138,065	\$ 214,558	\$ 791,991
Investments	97,999	-	-	260,663	-	358,662
Receivables	69,848	-	406,301	-	59,385	535,534
Prepaid Expenses	10,315	-	-	-	-	10,315
Total Assets	<b>\$ 293,313</b>	<b>\$ 305,687</b>	<b>\$ 424,831</b>	<b>\$ 398,728</b>	<b>\$ 273,943</b>	<b>\$ 1,696,502</b>
Liabilities:						
Accounts Payable	\$ 18,958	\$ 2,056	\$ -	\$ -	\$ 16,000	\$ 37,014
Deferred Revenue	-	-	406,301	-	28,821	435,122
Total Liabilities	18,958	2,056	406,301	-	44,821	472,136
Fund Balances:						
Unreserved Balances	<b>\$ 274,355</b>	<b>\$ 303,631</b>	<b>\$ 18,530</b>	<b>\$ 398,728</b>	<b>\$ 229,122</b>	<b>\$ 1,224,366</b>

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## Statement of Township's Governmental Funds Revenues & Expenditures 2007

	General	Fire	Village of Interlochen	Capital Improvement	Combined Non-Major	Total
Revenues						
Grants and Charges	\$ 57,255	\$ -	\$ -	\$ -	\$ 40,274	\$ 97,529
Property Taxes	172,854	319,056	-	-	-	491,910
State Shared Revenues	343,419	-	-	-	-	343,419
Investment Earnings	23,424	12,055	1,504	23,285	5,486	65,754
Other Income	74,588	-	49,489	-	27,036	151,113
Total Revenues	<u>671,540</u>	<u>331,111</u>	<u>50,993</u>	<u>23,285</u>	<u>72,796</u>	<u>1,149,725</u>
Program Expenses						
Legislative	115,020	-	-	-	-	115,020
General Government	370,878	-	-	-	-	370,878
Public Safety	102,972	302,954	-	-	27,760	433,686
Public Works	6,014	-	-	-	1,660	7,674
Recreation and Culture	50,620	-	-	-	216	50,836
Capital Outlay	655	-	1,961	104,900	15,116	122,632
Debt Service	-	-	35,279	-	-	35,279
Total Expenses	<u>646,159</u>	<u>302,954</u>	<u>37,240</u>	<u>104,900</u>	<u>44,752</u>	<u>1,136,005</u>
Excess Revenues (Expenditures)	<u>25,381</u>	<u>28,157</u>	<u>13,753</u>	<u>(81,615)</u>	<u>28,044</u>	<u>13,720</u>
Other Financing Sources (Uses)						
Operating Transfers In	37,052	-	-	10,000	600	47,652
Operating Transfers (Out)	(10,600)	-	(37,052)	-	-	(47,652)
Total	<u>26,452</u>	<u>-</u>	<u>(37,052)</u>	<u>10,000</u>	<u>600</u>	<u>-</u>
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	51,833	28,157	(23,299)	(71,615)	28,644	13,720
Fund Balance -- Start of Year	<u>222,522</u>	<u>275,474</u>	<u>41,829</u>	<u>470,343</u>	<u>200,478</u>	<u>1,210,646</u>
Fund Balance -- End of Year	<u>\$ 274,355</u>	<u>\$ 303,631</u>	<u>\$ 18,530</u>	<u>\$ 398,728</u>	<u>\$ 229,122</u>	<u>\$ 1,224,366</u>

### Notes to the Financial Statements

Notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

#### General Fund – Analysis and Highlights

##### General Overview of the Accomplishments of the Township of Green Lake in the 2006-2007 Fiscal Year:

- The Township Board voted to adopt a new Zoning Ordinance in October 2006.
- The Township Board established a special assessment district to pave Azalea Drive and loaned the Special Assessment fund \$16,000.00 from the General Fund.
- Voters did not approve a November ballot issue to fund Community Policing.
- The Township Board established a H.S.A. high deductible medical insurance plan to save a projected \$11,000 per year.
- The Township Board voted to begin to develop a Village Improvement District (DDA/TIF).
- The Township Board worked on the purchase of adjacent property from the Bible Church for future expansion of the Township Fire/EMS facilities.
- The Green Lake Township Board held twelve regular board meetings, and five special meetings.
- The Planning Commission held eight regular meetings, and eight public hearings.
- The Zoning Board of Appeals Board met eight times and held eight public hearings.
- The Board of Review met five days – three in March, one in July and one in December.
- One hundred and sixty-six land use permits and five special use permits were issued.

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## **Fire Fund – Analysis and Highlights**

No significant changes happened in this fund during the 2006-2007 fiscal year.

## **Capital Improvement Fund – Analysis and Highlights**

The Township Board has formed a Building Committee for future building plans, which group continues to study plans with an architect.

## **Capital Asset and Debt Administration**

At the end of the 2006-2007 fiscal year, Green Lake Township has invested in a broad range of capital assets, including the Township Hall, Fire and Ambulance Departments, Township Library/Golden Fellowship Hall facility, and the Green Lake Township Memorial Park. Also listed as assets are an Accu-vote voting system and various technological equipment items.

## **Capital Assets**

The Township's investment in capital assets for its governmental activities as of June 30, 2007, amounts to \$777,137 less accumulated depreciation of \$299,532 for a total capital asset value of \$477,605. All of our government funds report capital outlays as expenditures. However, the cost of the assets is allocated over their useful life.

The Township's investment in intangible assets for the governmental activities amounts to \$463,289 less accumulated amortization of \$34,243 for a total of intangible assets of \$429,046.

This year the amount by which capital outlays exceeded depreciation, amortization and loss on disposal of assets was \$76,562.

## **Cash Assets**

At the end of the current fiscal year, the Township had \$1,150,653 in cash and other spendable assets. Of this amount, \$1,051,700 (91 percent) was receiving interest or dividends. The Township is limited by State law in how it can invest these funds.

## **Long-term Debt**

At the end of the current fiscal year, the Township had \$421,241 of bonded special assessment debt.

## **Pension Plan**

Full-time township employees and elected officials qualify to join our pension plan. The Township makes contributions equal to approximately 10 percent of each employee's wage to Municipal Retirement Systems, Inc. on behalf of the opted employee. This is an expensed item in the budget and totaled \$32,573 for the fiscal year. Township employees may also defer wages, contributing to an IRS Code Section 457 plan.

## **Currently Known Facts, Decisions, or Conditions Affecting Future Years**

### **Economic Factors and Next Year's Budgets and Rates:**

Green Lake Township's 2006-2007 budget called for voted millage of 0.71780 mills for the General Fund, 1.3884 mil levy for the Fire EMS Department General Operating and both are subject to the Headlee Rollback. Green Lake Township's 2007-2008 budget called for voted millage of 0.7096 mills for the General Fund, 1.37250 mil levy for the Fire EMS Department General Operating and both are subject to the Headlee Rollback.

Monies generated by these millages go to provide State mandated services, the services of our Fire Department and Ambulance Service, a yearly community cleanup day, as well as a grass and leaf composting site, Township Library, secretarial services and maintenance and custodial services.

The above can be accomplished by voted millage and the growth in our tax base. Because of the impact of Proposal A, however, the Township needs to continue to watch its budget very closely. The state-wide tax reform act limits growth in taxable value by less than inflation. The mathematical result of this is that the total taxable value for the Township will grow less than inflation, before considering new property additions. The Fire/EMS millage will be due for renewal in November 2008.

## **Requests for Information**

This financial report is designed to provide our citizens, taxpayers, customers and investors with a general overview of Green Lake Township's finances and to show the Township's accountability for the money it receives. If you have questions about this report or need additional financial information, we welcome you to contact the Clerk's office at (231) 276-9329.

# Tobin & Co.

Green Lake Township  
Statement of Net Assets  
June 30, 2007

Primary Government  
Governmental  
Activities  
And Total

Assets	
Cash	\$ 791,991
Investments	358,662
Receivables	519,534
Prepaid Expenses	10,315
Capital Assets:	
Land	130,663
Other Capital Assets, Net of Depreciation	<u>346,942</u>
Total Capital Assets	<u>477,605</u>
Intangible Assets, Net of Amortization	<u>429,046</u>
Total Assets	<u>2,587,153</u>
Liabilities	
Accounts Payable	21,014
Long-term Liabilities:	
Due Within One Year	15,355
Due In More Than One Year	<u>405,886</u>
Total Liabilities	<u>442,255</u>
Net Assets	
Invested in Capital and Intangible Assets	485,410
Restricted for:	
Fire Protection	303,631
Village Roads	424,831
Capital Improvements	398,728
Restricted Non-Major Fund Activities	257,943
Unrestricted	<u>274,355</u>
Total Net Assets	<u>\$ 2,144,898</u>

See Accompanying Notes to Basic Financial Statements

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Green Lake Township  
Statement of Activities  
June 30, 2007

	Program Revenues			
Functions/Programs	Expenses	Charges For Services	Operating Grants and Contributions	Total
Governmental Activities:				
Legislative	\$ 115,675	\$ -	\$ -	\$ (115,675)
General Government	374,367	25,039	-	(349,328)
Public Safety	445,570	47,195	2,771	(395,604)
Public Works	32,673	-	9,198	(23,475)
Recreation and Culture	55,879	22,687	-	(33,192)
Interest on Debt	20,618	-	-	(20,618)
Total Governmental Activities	\$ 1,044,782	\$ 94,921	\$ 11,969	(937,892)
General Revenues:				
Taxes				491,910
State Grants				343,419
Unrestricted Investment Earnings				65,754
Miscellaneous				89,308
Total General Revenues				990,391
Change in Net Assets				52,499
Net Assets – Beginning				2,092,399
Net Assets – Ending				\$ 2,144,898

See Accompanying Notes to Basic Financial Statements

# Tobin & Co.

Green Lake Township  
Balance Sheets  
Governmental Funds  
June 30, 2007

	Major Funds				Combined Non-Major	Total
	General	Fire	Village of Interlochen	Capital Improvement		
<b>Assets</b>						
Cash	\$ 115,151	\$ 305,687	\$ 18,530	\$ 138,065	\$ 214,558	\$ 791,991
Investments	97,999	-	-	260,663	-	358,662
Accounts Receivable	53,848	-	-	-	30,564	84,412
Special Assessment Receivable – Deferred	-	-	406,301	-	28,821	435,122
Due from Other Funds	16,000	-	-	-	-	16,000
Prepaid Expenses	<u>10,315</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,315</u>
<b>Total Assets</b>	<b><u>\$ 293,313</u></b>	<b><u>\$ 305,687</u></b>	<b><u>\$ 424,831</u></b>	<b><u>\$ 398,728</u></b>	<b><u>\$ 273,943</u></b>	<b><u>\$ 1,696,502</u></b>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities:</b>						
Accounts Payable	\$ 18,958	\$ 2,056	\$ -	\$ -	\$ -	\$ 21,014
Due to Other Funds	-	-	-	-	16,000	16,000
Deferred Revenue	<u>-</u>	<u>-</u>	<u>406,301</u>	<u>-</u>	<u>28,821</u>	<u>435,122</u>
<b>Total Liabilities</b>	<b><u>18,958</u></b>	<b><u>2,056</u></b>	<b><u>406,301</u></b>	<b><u>-</u></b>	<b><u>44,821</u></b>	<b><u>472,136</u></b>
<b>Fund Balances:</b>						
Unreserved	<u>274,355</u>	<u>303,631</u>	<u>18,530</u>	<u>398,728</u>	<u>229,122</u>	<u>1,224,366</u>
<b>Total Fund Balances</b>	<b><u>274,355</u></b>	<b><u>303,631</u></b>	<b><u>18,530</u></b>	<b><u>398,728</u></b>	<b><u>229,122</u></b>	<b><u>1,224,366</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 293,313</u></b>	<b><u>\$ 305,687</u></b>	<b><u>\$ 424,831</u></b>	<b><u>\$ 398,728</u></b>	<b><u>\$ 273,943</u></b>	

Amounts reported for governmental activities on the statement of net assets are different because:

    Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 485,410

    Deferred special assessments are recognized as revenues and not deferred for the statement of net assets. 435,122

Net assets of governmental activities. \$ 2,144,898

See Accompanying Notes to Basic Financial Statements

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2007

	Major Funds				Combined Non-Major	Total
	General	Fire	Village of Interlochen	Capital Improvement		
Revenues						
Taxes	\$ 172,854	\$ 319,056	\$ -	\$ -	\$ -	\$ 491,910
Licenses and Permits	13,260	-	-	-	-	13,260
State Grants	343,419	-	-	-	11,939	355,358
Contributions from Other Units	-	-	-	-	600	600
Charges for Services	43,995	-	-	-	27,735	71,730
Interest and Rents	32,755	12,055	1,504	23,285	5,486	75,085
Other	<u>65,257</u>	<u>-</u>	<u>49,489</u>	<u>-</u>	<u>27,036</u>	<u>141,782</u>
<b>Total</b>	<u>671,540</u>	<u>331,111</u>	<u>50,993</u>	<u>23,285</u>	<u>72,796</u>	<u>1,149,725</u>
Expenditures						
Legislative	115,020	-	-	-	-	115,020
General Government	222,238	-	-	-	-	222,238
Public Safety	102,972	279,845	-	-	27,760	410,577
Public Works	6,014	-	-	-	1,660	7,674
Recreation and Culture	50,620	-	-	-	216	50,836
Other	148,640	23,109	-	-	-	171,749
Capital Outlay	655	-	1,961	104,900	15,116	122,632
Debt Service	<u>-</u>	<u>-</u>	<u>35,279</u>	<u>-</u>	<u>-</u>	<u>35,279</u>
<b>Total</b>	<u>646,159</u>	<u>302,954</u>	<u>37,240</u>	<u>104,900</u>	<u>44,752</u>	<u>1,136,005</u>
Excess Revenues (Expenditures)	<u>25,381</u>	<u>28,157</u>	<u>13,753</u>	<u>(81,615)</u>	<u>28,044</u>	<u>13,720</u>
Other Financing Sources (Uses):						
Operating Transfers In	37,052	-	-	10,000	600	47,652
Operating Transfers (Out)	<u>(10,600)</u>	<u>-</u>	<u>(37,052)</u>	<u>-</u>	<u>-</u>	<u>(47,652)</u>
<b>Total</b>	<u>26,452</u>	<u>-</u>	<u>(37,052)</u>	<u>10,000</u>	<u>600</u>	<u>-</u>
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	51,833	28,157	(23,299)	(71,615)	28,644	13,720
Fund Balance – Beginning of Year	<u>222,522</u>	<u>275,474</u>	<u>41,829</u>	<u>470,343</u>	<u>200,478</u>	
Fund Balance – End of Year	<u>\$ 274,355</u>	<u>\$ 303,631</u>	<u>\$ 18,530</u>	<u>\$ 398,728</u>	<u>\$ 229,122</u>	
Governmental funds report special assessment principal payments as revenues. These reduce receivables on the statement of net assets.						(52,444)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation and amortization in the current year.						76,562
Governmental funds report principal payments on long-term debt as expenditures. These are reported as a reduction of outstanding debt on the statement of net assets.						<u>14,661</u>
Change in Net Assets of Governmental Activities.						<u>\$ 52,499</u>

See Accompanying Notes to Basic Financial Statements

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# Tobin & Co.

Green Lake Township  
Statement of Fiduciary Net Assets  
June 30, 2007

	<u>Agency Funds</u>
Assets	
Cash	<u>\$ 29,309</u>
Total Assets	<u>\$ 29,309</u>
Liabilities	
Undistributed Taxes and Interest	<u>\$ 29,309</u>
Total Liabilities	<u>\$ 29,309</u>
Net Assets	<u>\$ -</u>

See Accompanying Notes to Basic Financial Statements

# Tobin & Co.

Green Lake Township  
Notes to Financial Statements  
June 30, 2007

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### A. Reporting Entity

Green Lake Township is a general law township located in Grand Traverse County. Population as of the 2000 census was 5,009, and the current taxable value is \$229,989,530.

The Township's basic financial statements include the accounts of all Township operations. The criteria for including organizations within the Township's reporting entity, as set forth in GASB No. 14, "*The Financial Reporting Entity*" includes oversight responsibility, fiscal dependency and whether the financial statements would be misleading if data were not included.

Based on the above criteria, there are no other organizations included in these financial statements.

### B. Basis of Presentation

The government-wide financial statements (the statement of net assets and the statement of changes in net assets) report information on all of the activities of the Township. The effect of interfund activity, within the governmental activities column, has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

#### Fund Financial Statements:

The Township segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The Township has presented the following governmental funds:

General Fund – This fund is used to account for all financial transactions not accounted for in another fund, including the general operating expenditures of the Township. Revenues are derived primarily from property taxes, state distributions or grants, and other intergovernmental revenues.

Special Revenue Funds – These funds are used to account for specific governmental revenues (other than expendable trusts and major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

#### Fiduciary Funds

These funds are used to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

# Tobin & Co.

Green Lake Township  
Notes to Financial Statements  
June 30, 2007

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### C. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund and agency fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Township considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The revenue susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. All other governmental fund revenues are recognized when received.

### D. Budgets

The General Fund and Special Revenue Funds are under formal budgetary control. Budgets shown in the required supplementary schedules for these funds were prepared on a basis not significantly different from the modified accrual basis used to reflect actual results and consist only of those amounts contained in the formal budget approved and amended by the Township.

In the body of the financial statements and the required supplementary schedules, the Township's actual and budgeted expenditures for the budgetary funds have been shown on a functional basis. The approved budgets for these funds were adopted to the activity or cost center level.

For budgetary purposes appropriations lapse at fiscal year end.

### E. Capital Assets

Capital assets, which includes property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest is capitalized during the construction period on property, plant and equipment.

Assets capitalized have an original cost of \$5,000 or more and over one year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	50 years
Machinery and Equipment	7-10 years

# Tobin & Co.

Green Lake Township  
Notes to Financial Statements  
June 30, 2007.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Property Tax Procedures and Collections

Properties are assessed as of December 31 and the related property taxes become a lien the following July 1 and/or December 1. Real property taxes are collected by the Township Treasurer through February 28 of each year. As of March 1, uncollected real property taxes are returned delinquent to, and collected by, the County Treasurer. Personal property taxes remain the responsibility of the Township Treasurer to collect. It is the policy of the Township to record the real property taxes in the year of levy.

During the collection period prior to March 1, the Township Treasurer makes distribution of the property tax collections to the various taxing units (County, School District, etc.) as required by statute.

For the fiscal year the Township levied property taxes as follows:

	SEV	Taxable Value	Millage Rate
General Operating	\$331,649,460	\$229,989,530	.7178
Emergency Services	\$331,649,460	\$229,989,530	1.3884

G. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. We noted no violations of legal provisions and/or contractual provisions of various agreements related to financial matters.
- B. All funds had positive fund balances at June 30, 2007.
- C. Public Act 621 of 1978, Section 18, provides that a local unit shall not incur expenditures in excess of the amount appropriated. For the year ended June 30, 2007, the following cost centers overexpended their budgets without formal Board amendment.

General Fund:		Ambulance/Rescue Replacement Fund:	
Cemetery	\$ 1,499	Total	\$ 62,576
Parks and Recreation	\$ 6,660	Village of Interlochen Special Assessment Fund:	
Operating Transfers Out	\$ 10,600	Operating Transfers Out	\$ 37,052

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS

A. Legal Provisions for Deposits and Investments

Act 20, Public Acts of 1943, as amended by Act 217, Public Acts of 1982, and Act 196, Public Acts of 1997, states that the Township, by resolution, may authorize the Treasurer to invest surplus funds as follows:

- (1) In bonds and other direct obligations of the United States or an agency or instrumentality of the United States.
- (2) In certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the Federal Deposit Insurance Corporation or a savings and loan association which is a member of the Federal Savings and Loan Insurance Corporation or a credit union which is insured by the National Credit Union Administration, but only if the bank, savings and loan association, or credit union complies with subsection (2).

# Tobin & Co.

Green Lake Township  
Notes to Financial Statements  
June 30, 2007

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS (Continued)

A. Legal Provisions for Deposits and Investments (Continued)

- (3) In commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and which matures not more than 270 days after date of purchase.
- (4) Repurchase agreements consisting of instruments defined in (1) above.
- (5) In bankers' acceptances of United States Banks.
- (6) Obligations of the State of Michigan or any of its political subdivisions that at the time of purchase are rated as investment grade by not less than one standard rating service.
- (7) In mutual funds registered under the investment company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by local units of government in Michigan.

B. Types of Deposits and Investments

The Township had \$828,955 deposited with a local financial institution at June 30, 2007 with a carrying value of \$791,991. Interpreting the FDIC insurance coverage of \$100,000 of demand deposits and \$100,000 of time deposits per financial institution, the Township had \$694,712 of uninsured deposits at June 30, 2007.

The Township had \$360,520 invested with Wachovia Securities at June 30, 2007 at fair market value which approximates cost.

NOTE 4 - RECEIVABLES

Receivables at June 30, 2007 consisted of:

General Fund:

State Shared Revenues of \$53,748 and Economic Development Corp of \$100

Special Assessment Funds:

Special Assessments \$435,122, with \$369,341 due in more than one year.

Ambulance Replacement Fund:

Ambulance service fees of \$61,578 less allowance for uncollectible accounts of \$31,014.

NOTE 5 - CAPITAL/INTANGIBLE ASSETS

Capital assets of governmental activities consisted of the following at June 30,

	<u>6/30/06</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/07</u>
Land	\$ 130,663	\$ -	\$ -	\$ 130,663
Buildings	426,588	104,900	-	531,488
Vehicles and Equipment	<u>114,986</u>	<u>-</u>	<u>-</u>	<u>114,986</u>
	672,237	104,900	-	777,137
Less Accumulated Depreciation	<u>(279,117)</u>	<u>(20,415)</u>	<u>-</u>	<u>(299,532)</u>
	<u>\$ 393,120</u>	<u>\$ 84,485</u>	<u>\$ -</u>	<u>\$ 477,605</u>

Intangible assets at June 30, 2007 consisted of major improvements to roads owned and maintained by Grand Traverse County.

	<u>6/30/06</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/07</u>
Road Improvements	\$ 448,173	\$ 15,116	\$ -	\$ 463,289
Less Accumulated Amortization	<u>(11,204)</u>	<u>(23,039)</u>	<u>-</u>	<u>(34,243)</u>
	<u>\$ 436,969</u>	<u>\$ (7,923)</u>	<u>\$ -</u>	<u>\$ 429,046</u>

# Tobin & Co.

Green Lake Township  
Notes to Financial Statements  
June 30, 2007

## NOTE 6 - INVENTORIES

Green Lake Township does not maintain a substantial inventory of supplies or materials. Purchases are normally made as needed, and the items are recorded as expenses when purchased.

## NOTE 7 - LONG-TERM DEBT

On October 1, 2005 the Township issued \$460,000 in special assessment bonds for the purpose of road construction, with the bonds to be paid back over 20 years with the collection of special assessments of the affected property owners. Principal and interest is payable every May 1 beginning May 1, 2006 and the interest rate is 4.73%. \$14,661 was paid on principal in the year ended June 30, 2007.

Debt service requirements to maturity:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2008	\$ 15,355	\$ 19,925
2009	16,081	19,198
2010	16,842	18,438
2011	17,638	17,641
2012	18,473	16,807
2013	19,346	15,933
2014	20,261	15,018
2015	21,220	14,060
2016	22,223	13,056
2017	23,275	12,005
2018	24,375	10,904
2019	25,528	9,751
2020	26,736	8,544
2021	28,000	7,279
2022	29,325	5,954
2023	30,712	4,567
2024	32,165	3,115
2025	<u>33,686</u>	<u>1,593</u>
	<u>\$ 421,241</u>	<u>\$ 213,788</u>

## NOTE 8 - PENSION PLAN

The Township maintains a defined contribution money purchase pension plan for Michigan Township employees under contract with Municipal Retirement Systems, Inc. Listed below is a summary of the significant plan provisions:

### A. Eligibility Requirements

1. Attained age of 18.
2. Minimum service of 180 days.
3. All Township officials and full-time employees.
4. Thirteen employees were eligible for the 2006-2007 plan year.

### B. Contributions

1. Approximately 10% of annual compensation funded 100% by the Township on an annual basis.
2. Compensation determined by the wages for the fiscal year coinciding with or ending within the Plan year.

### C. Vesting

1. Contributions are vested to the employee immediately upon early retirement, termination of service, death, disability, or normal retirement at 100%.

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# Tobin & Co.

Green Lake Township  
Notes to Financial Statements  
June 30, 2007

NOTE 8 - PENSION PLAN (Continued)

D. Plan Administration

1. The plan is administered by Municipal Retirement Systems, Inc. During the year of audit, the total Township contributions paid for the plan year were \$32,573. Covered payroll was \$331,120 out of a total Township payroll of \$377,031 for the audit year.

NOTE 9- RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of; damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the audit year the Township addressed these risks through the purchase of commercial insurance through Municipal Underwriters of Michigan. There was no significant reduction of insurance coverage from prior years nor have the amounts of any settlements exceeded insurance coverage in any of the past three fiscal years.

NOTE 10- COMPENSATED ABSENCES

Full-time employees earn vacation time up to three weeks depending on length of service and up to nine days accumulated sick leave earned at ½ day per month. There is no provision for carryover of vacation or payment of unused sick leave except to the estate of a deceased employee.

SUPPLEMENTAL DATA SECTION

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
General Fund  
For the Year Ended June 30, 2007

Schedule 1  
Page 1

<u>Revenues</u>	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Taxes:				
Property Taxes	\$ 163,232	\$ 163,232	\$ 165,351	\$ 2,119
Penalties and Interest on Taxes	1,000	1,000	5,409	4,409
Swamp Tax and Commercial Forest	2,108	2,108	2,076	(32)
Mobile Home Park	18	18	18	-
Licenses and Permits:				
Land Use Permits	13,000	13,000	10,085	(2,915)
Special Use Permits	10,000	10,000	3,175	(6,825)
State Grants:				
State Shared Revenues	365,000	365,000	343,419	(21,581)
Charges for Services:				
Summer Tax Collection	14,000	14,000	15,487	1,487
Zoning	12,000	12,000	6,200	(5,800)
Recreation	16,700	16,700	22,087	5,387
Gypsy Moth	500	500	71	(429)
Cemetery Lots	-	-	150	150
Interest and Rents:				
Interest	15,500	15,500	23,424	7,924
Rents	9,700	9,700	9,331	(369)
Other:				
Cable Franchise Fees	38,500	38,500	58,175	19,675
Refunds and Reimbursements	5,000	5,000	5,667	667
Miscellaneous	2,500	2,500	1,415	(1,085)
<b>Total Revenues</b>	<b>668,758</b>	<b>668,758</b>	<b>671,540</b>	<b>2,782</b>
 <u>Expenditures</u>				
Legislative:				
Township Board:				
Salaries and Wages	-	-	47,998	-
Supplies	-	-	88	-
Postage	-	-	5,471	-
Professional Services	-	-	32,345	-
Membership and Dues	-	-	24,947	-
Printing and Publishing	-	-	3,595	-
Telephone	-	-	301	-
Maintenance and Repairs	-	-	69	-
Other	-	-	121	-
Education and Training	-	-	85	-
<b>Total</b>	<b>124,859</b>	<b>123,859</b>	<b>115,020</b>	<b>8,839</b>
<b>Total Legislative</b>	<b>124,859</b>	<b>123,859</b>	<b>115,020</b>	<b>8,839</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
General Fund  
For the Year Ended June 30, 2007

Schedule 1  
Page 2

	Budgetary Amounts			
	Original	Final	Actual	Variance Favorable (Unfavorable)
<u>Expenditures (Continued)</u>				
General Government:				
Township Supervisor:				
Salaries and Wages	-	-	35,884	-
Supplies	-	-	130	-
Membership and Dues	-	-	371	-
Mileage and Travel	-	-	1,092	-
Telephone	-	-	1,261	-
Education and Training	-	-	224	-
Total	40,284	40,284	38,962	1,322
Elections:				
Salaries and Wages	-	-	5,173	-
Supplies	-	-	107	-
Mileage and Travel	-	-	38	-
Printing and Publishing	-	-	399	-
Telephone	-	-	143	-
Repairs and Maintenance	-	-	50	-
Total	6,800	6,800	5,910	890
Assessor:				
Salaries and Wages	-	-	41,380	-
Supplies	-	-	1,468	-
Professional Services	-	-	1,451	-
Membership and Dues	-	-	1,553	-
Mileage and Travel	-	-	111	-
Telephone	-	-	161	-
Education and Training	-	-	12	-
Total	50,645	50,645	46,136	4,509
Clerk:				
Salaries and Wages	-	-	38,642	-
Supplies	-	-	746	-
Membership and Dues	-	-	1,603	-
Mileage and Travel	-	-	511	-
Telephone	-	-	171	-
Education and Training	-	-	3,892	-
Total	45,684	45,684	45,565	119
Board of Review:				
Salaries and Wages	-	-	920	-
Supplies	-	-	521	-
Printing and Publishing	-	-	123	-
Total	1,690	1,690	1,564	126

The Notes to the Basic Financial Statements are an integral part of this statement.

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
General Fund  
For the Year Ended June 30, 2007

Schedule 1  
Page 3

Expenditures (Continued)	Budgetary Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
<b>General Government (Continued):</b>				
Treasurer:				
Salaries and Wages	-	-	38,246	-
Supplies	-	-	3,085	-
Professional Services	-	-	2,778	-
Membership and Dues	-	-	1,110	-
Mileage and Travel	-	-	236	-
Printing and Publishing	-	-	44	-
Telephone	-	-	130	-
Education and Training	-	-	835	-
Total	48,284	48,284	46,464	1,820
Township Hall and Grounds:				
Supplies	-	-	5,577	-
Public Utilities	-	-	9,836	-
Telephone	-	-	3,074	-
Maintenance and Repairs	-	-	6,097	-
Total	29,500	29,500	24,584	4,916
Golden Fellowship Hall:				
Supplies	-	-	689	-
Public Utilities	-	-	2,824	-
Telephone	-	-	1	-
Maintenance and Repairs	-	-	4,990	-
Total	10,100	10,100	8,504	1,596
Cemetery:				
Supplies	-	-	115	-
Contracted Labor	-	-	1,050	-
Maintenance and Repairs	-	-	3,384	-
Total	2,050	3,050	4,549	(1,499)
<b>Total General Government</b>	<b>235,037</b>	<b>236,037</b>	<b>222,238</b>	<b>13,799</b>
<b>Public Safety:</b>				
Police Protection:				
Contractual Services	-	-	31,988	-
Total	35,000	35,000	31,988	3,012

The Notes to the Basic Financial Statements are an integral part of this statement.

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
General Fund  
For the Year Ended June 30, 2007

Schedule I  
Page 4

Expenditures (Continued)	Budgetary Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
<b>Public Safety (Continued):</b>				
Planning:				
Salaries and Wages	-	-	43,371	-
Supplies	-	-	797	-
Professional Services	-	-	21,842	-
Membership and Dues	-	-	1,880	-
Mileage and Travel	-	-	405	-
Printing and Publishing	-	-	671	-
Telephone	-	-	143	-
Education and Training	-	-	300	-
Total	99,171	99,171	69,409	29,762
Zoning Board of Appeals:				
Salaries and Wages	-	-	1,250	-
Mileage and Travel	-	-	61	-
Printing and Publishing	-	-	264	-
Total	4,625	4,625	1,575	3,050
<b>Total Public Safety</b>	<b>138,796</b>	<b>138,796</b>	<b>102,972</b>	<b>35,824</b>
<b>Public Works:</b>				
Street Lighting	-	-	6,014	-
Total Public Works	6,500	6,500	6,014	486
<b>Recreation and Culture:</b>				
Airport:				
Supplies	-	-	20	-
Membership and Dues	-	-	25	-
Total	427	427	45	382
Parks and Recreation:				
Salaries and Wages	-	-	2,775	-
Supplies	-	-	11,642	-
Membership and Dues	-	-	1,098	-
Contracted Labor	-	-	7,134	-
Printing and Publishing	-	-	313	-
Public Utilities	-	-	874	-
Telephone	-	-	265	-
Maintenance and Repairs	-	-	26,474	-
Total	43,915	43,915	50,575	(6,660)
<b>Total Recreation and Culture</b>	<b>44,342</b>	<b>44,342</b>	<b>50,620</b>	<b>(6,278)</b>

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
General Fund  
For the Year Ended June 30, 2007

Schedule I  
Page 5

	Budgetary Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
<u>Expenditures (Continued)</u>				
Other:				
Contributions to Other Units – Library	6,000	6,000	6,000	-
Employee Benefits and Insurance	139,251	139,251	142,640	(3,389)
Total Other	145,251	145,251	148,640	(3,389)
Capital Outlay	36,900	36,900	655	36,245
Total Expenditures	731,685	731,685	646,159	85,526
Excess Revenues (Expenditures)	(62,927)	(62,927)	25,381	88,308
Other Financing Sources (Uses)				
Operating Transfers In	15,000	15,000	37,052	22,052
Operating Transfers (Out)	-	-	(10,600)	(10,600)
Total	15,000	15,000	26,452	11,452
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	(1)	<u>\$ (47,927)</u>	<u>\$ (47,927)</u>	<u>\$ 51,833</u>
Fund Balance – Beginning of Year			222,522	
Fund Balance – End of Year			<u>\$ 274,355</u>	
(1) Budgeted from Fund Balance				

The Notes to the Basic Financial Statements are an integral part of this statement.

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Fire Fund  
For the Year Ended June 30, 2007

Schedule 2

	Budgetary Amounts			Variance
	Original	Final	Actual	Favorable (Unfavorable)
<u>Revenues</u>				
Taxes:				
Property Taxes	\$ 319,616	\$ 319,616	\$ 319,053	\$ (563)
Penalties and Interest on Taxes	-	-	3	3
Charges for Services:				
Fees	55,000	55,000	-	(55,000)
Interest and Rents:				
Interest	<u>6,500</u>	<u>6,500</u>	<u>12,055</u>	<u>5,555</u>
<b>Total</b>	<u>381,116</u>	<u>381,116</u>	<u>331,111</u>	<u>(50,005)</u>
<u>Expenditures</u>				
Fire:				
Salaries and Wages	-	-	51,576	-
Supplies	-	-	3,768	-
Uniforms	-	-	268	-
Membership and Dues	-	-	94	-
Contractual Services	-	-	149,163	-
Mileage and Travel	-	-	1,228	-
Telephone	-	-	569	-
Maintenance and Repairs	<u>-</u>	<u>-</u>	<u>1,887</u>	<u>-</u>
<b>Total</b>	<u>219,636</u>	<u>219,686</u>	<u>208,553</u>	<u>11,083</u>
Ambulance:				
Salaries and Wages	-	-	61,065	-
Supplies	-	-	6,517	-
Membership and Dues	-	-	200	-
Contractual Services	-	-	16	-
Maintenance and Repairs	-	-	2,033	-
Education and Training	<u>-</u>	<u>-</u>	<u>1,461</u>	<u>-</u>
<b>Total</b>	<u>89,179</u>	<u>89,179</u>	<u>71,292</u>	<u>17,887</u>
Employee Benefits and Insurance	<u>21,653</u>	<u>21,653</u>	<u>23,109</u>	<u>(1,456)</u>
Capital Outlay	<u>4,500</u>	<u>4,500</u>	<u>-</u>	<u>4,500</u>
<b>Total Expenditures</b>	<u>334,968</u>	<u>334,968</u>	<u>302,954</u>	<u>32,014</u>
Excess Revenues (Expenditures)	<u>\$ 46,148</u>	<u>\$ 46,148</u>	28,157	<u>\$ (17,991)</u>
Fund Balance – Beginning of Year			<u>275,474</u>	
Fund Balance – End of Year			<u>\$ 303,631</u>	

The Notes to the Basic Financial Statements are an integral part of this statement.

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Village of Interlochen Special Assessment Fund  
For the Year Ended June 30, 2007

Schedule 3

<u>Revenues</u>	Budgetary Amounts		<u>Actual</u>	Variance Favorable (Unfavorable)
	Original	Final		
Interest and Rents:				
Interest	\$ -	\$ -	\$ 1,504	\$ 1,504
Other:				
Special Assessments	-	-	49,489	49,489
<b>Total Revenues</b>	-	-	50,993	50,993
 <u>Expenditures</u>				
Capital Outlay	-	-	1,961	-
Debt Service – Principal	-	-	14,661	-
Debt Service – Interest and Penalties	-	-	20,618	-
<b>Total Expenditures</b>	38,279	38,279	37,240	1,039
<b>Excess Revenues (Expenditures)</b>	(38,279)	(38,279)	13,753	52,032
 Other Financing Sources (Uses)				
Operating Transfers In	11,000	11,000	-	(11,000)
Operating Transfers (Out)	-	-	(37,052)	(37,052)
<b>Total</b>	11,000	11,000	(37,052)	(48,052)
<b>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</b>	(1) \$ (27,279)	\$ (27,279)	(23,299)	\$ 3,980
<b>Fund Balance – Beginning of Year</b>			41,829	
<b>Fund Balance – End of Year</b>			\$ 18,530	

The Notes to the Basic Financial statements are an integral part of this statement.

# Tobin & Co.

Green Lake Township  
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Capital Improvement Fund  
For the Year Ended June 30, 2007

Schedule 4

	Budgetary Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
<u>Revenues</u>				
Interest and Rents:				
Interest	\$ 7,300	\$ 7,300	\$ 23,285	\$ 15,985
Total	7,300	7,300	23,285	15,985
<u>Expenditures</u>				
Capital Outlay	-	-	104,900	(104,900)
Total	-	-	104,900	(104,900)
Excess Revenues (Expenditures)	7,300	7,300	(81,615)	(88,915)
Other Financing Sources (Uses)				
Operating Transfers In	10,000	10,000	10,000	-
Operating Transfers (Out)	-	-	-	-
Total	10,000	10,000	10,000	-
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	\$ 17,300	\$ 17,300	(71,615)	\$ (88,915)
Fund Balance – Beginning of Year			470,343	
Fund Balance – End of Year			\$ 398,728	

The Notes to the Basic Financial Statements are an integral part of this statement.

Green Lake Township  
 Combining Balance Sheet  
 Non-Major Governmental Funds  
 June 30, 2007

Assets	Metro Account	Ambulance Replacement	Parks and Recreation	Liquor Law Enforcement	Library	EDC	Betsie River Road SA	Central Park Dr. Road Maintenance	Azelea Drive SA	Total
Cash	\$ 38,189	\$ 118,290	\$ 5,892	\$ 2,751	\$ 19,100	\$ 3,175	\$ 20,570	\$ 907	\$ 5,684	\$ 214,558
Accounts Receivable Special Assessment Receivable - Deferred	-	30,564	-	-	-	-	-	-	-	30,564
Total Assets	<u>\$ 38,189</u>	<u>\$ 148,854</u>	<u>\$ 5,892</u>	<u>\$ 2,751</u>	<u>\$ 19,100</u>	<u>\$ 3,175</u>	<u>\$ 36,693</u>	<u>\$ 2,405</u>	<u>\$ 16,884</u>	<u>\$ 273,943</u>
Liabilities and Fund Balances										
Liabilities:										
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,000	\$ 16,000
Deferred Revenue	-	-	-	-	-	-	16,123	1,498	11,200	28,821
Total Liabilities	-	-	-	-	-	-	16,123	1,498	27,200	44,821
Fund Balances:										
Unreserved	38,189	148,854	5,892	2,751	19,100	3,175	20,570	907	(10,316)	229,122
Total Fund Balances	<u>38,189</u>	<u>148,854</u>	<u>5,892</u>	<u>2,751</u>	<u>19,100</u>	<u>3,175</u>	<u>20,570</u>	<u>907</u>	<u>(10,316)</u>	<u>229,122</u>
Total Liabilities and Fund Balances	<u>\$ 38,189</u>	<u>\$ 148,854</u>	<u>\$ 5,892</u>	<u>\$ 2,751</u>	<u>\$ 19,100</u>	<u>\$ 3,175</u>	<u>\$ 36,693</u>	<u>\$ 2,405</u>	<u>\$ 16,884</u>	<u>\$ 273,943</u>

**Tobin & Co.**

The Notes to the Basic Financial Statements are an integral part of this statement.

Green Lake Township  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
 Non-Major Governmental Funds  
 June 30, 2007

Revenues	Metro Account	Ambulance Replacement	Parks and Recreation	Liquor Law Enforcement	Library	EDC	Betsie River Road SA	Central Park Dr. Road Maintenance	Azalea Drive SA	Total
State Grants:										
Metro Act	\$ 9,198	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,198
License Fees	-	-	-	2,741	-	-	-	-	-	2,741
Contributions from Local Units	-	-	-	-	600	-	-	-	-	600
Charges for Services:										
Fees	-	27,735	-	-	-	-	-	-	-	27,735
Interest and Rents:										
Interest	-	4,259	286	-	872	-	69	-	-	5,486
Other:										
Contributions	-	30	-	-	-	-	-	-	-	30
Special Assessments	-	-	-	-	-	-	20,501	1,705	4,800	27,006
Total Revenues	9,198	32,024	286	2,741	1,472	-	20,570	1,705	4,800	72,796
Expenditures										
Public Safety	-	27,760	-	-	-	-	-	-	-	27,760
Public Works	-	-	-	-	-	-	-	1,660	-	1,660
Recreation and Culture	-	-	216	-	-	-	-	-	-	216
Capital Outlay	-	-	-	-	-	-	-	-	15,116	15,116
Total Expenditures	-	27,760	216	-	-	-	-	1,660	15,116	44,752
Excess Revenues (Expenditures)	9,198	4,264	70	2,741	1,472	-	20,570	45	(10,316)	28,044
Other Financing Sources (Uses)										
Operating Transfers In	-	-	-	-	600	-	-	-	-	600
Operating Transfers (Out)	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	600	-	-	-	-	600
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	9,198	4,264	70	2,741	2,072	-	20,570	45	(10,316)	28,644
Fund Balance -- Beginning	28,991	144,590	5,822	10	17,028	3,175	-	862	-	200,478
Fund Balance -- End	\$ 38,189	\$ 148,854	\$ 5,892	\$ 2,751	\$ 19,100	\$ 3,175	\$ 20,570	\$ 907	\$ (10,316)	\$ 229,122

The Notes to the Basic Financial Statements are an integral part of this statement.

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# Tobin & Co.

Green Lake Township  
Statement of Changes in Assets and Liabilities  
Current Tax Collection Fund  
For the Year Ended June 30, 2007

Schedule 7

	<u>Balance 6/30/06</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 6/30/07</u>
<u>Assets</u>				
Cash	\$ 17,040	\$ 7,060,578	\$ 7,048,309	\$ 29,309
Total Assets	\$ 17,040	\$ 7,060,578	\$ 7,048,309	\$ 29,309
<u>Liabilities</u>				
Undistributed Taxes and Interest	\$ 17,040	\$ 7,060,578	\$ 7,048,309	\$ 29,309
Total Liabilities	\$ 17,040	\$ 7,060,578	\$ 7,048,309	\$ 29,309

The Notes to the Basic Financial Statements are an integral part of this statement.

# Tobin & Co.

Green Lake Township  
2006 Property Tax Levy and Collections  
For the Year Ended June 30, 2007

Schedule 8

	Millage Rate	Adjusted Levy	Collected	Returned Delinquent
County Allocated	5.0154	\$ 1,153,545	\$ 1,092,989	\$ 60,556
County Medical Care	0.6637	152,637	142,048	10,589
County Commission on Aging	0.4890	112,369	104,653	7,716
State Education	6.0000	1,377,751	1,319,253	58,498
School District	21.1000	2,210,163	2,102,992	107,171
School District	22.0000	182,780	166,366	16,414
School District	22.8500	747	747	-
Intermediate School District	2.9421	676,675	643,921	32,754
College	2.9138	670,068	630,653	39,415
Library	1.1029	253,662	236,041	17,621
BATA	0.3317	76,276	70,983	5,293
Township - General	0.7178	165,086	153,628	11,458
- Emergency Services	1.3884	319,335	297,170	22,165
State Commercial Forest Reserve		173	173	-
Special Assessments		66,936	52,687	14,249
 Total		 \$ 7,418,203	 \$ 7,014,304	 \$ 403,899
 Percent of Levy Collected	 94.56%			

The Notes to the Basic Financial Statements are an integral part of this statement.